Tanzania Securities Limited
Stock Brokers | Investment Advisers | Fund Managers
MEMBER OF THE DAR ES SALAAM STOCK EXCHANGE

WEEKLY MARKET COMMENTARY

14th April 2014 – 17th April 2014

A. Equity

Market Performance

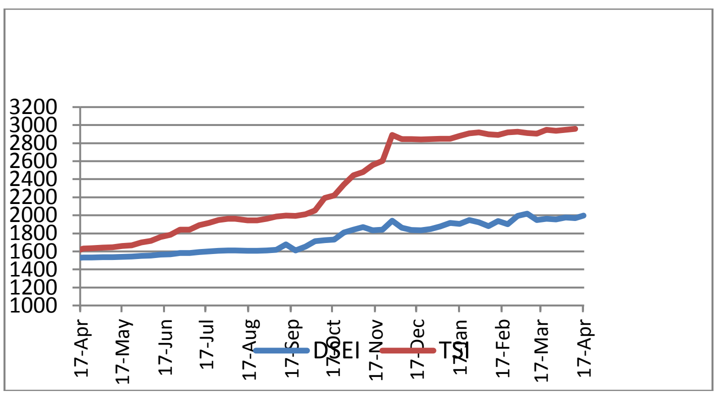
Turnover during the week was significant lower, -75.6% below last week's performance. Week-on-week turnover decreased to TZS 2,295 million from last week's TZS 9,427 million . However, activity level increased by +15.9%, compared to the volumes transacted last week. A total of 5,029,488 shares were transacted, up from 4,337,005 shares traded in the previous week.

Foreign investors contributed 90% of the week turnover.

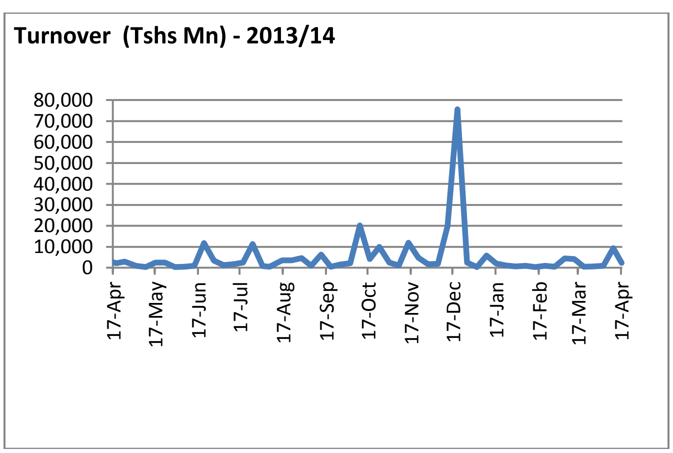
Indices closed the week in green supported by TOL and TBL counters that gained to close the week at TZS 350 and TZS 8,040 per share respectively. The DSEI gained 1.53% to 1,998.03 points. Similarly, the TSI closed 0.19% up at 2,965.78 points.

The Banking segment Index settled weaker than previous week due to the loss in DCB's price from TZS 490 recorded end of last week to TZS 480 this week. The Industrial & Allied Index strengthened further to 3,549.23 points (+5.14%) buoyed by TOL and TBL counters that gained by TZS 40 each.

Market Performance



Source: DSE and TSL Analysis



Source: DSE and TSL Analysis

Statistics – Equity

Total - Week Ending	April-11 2014	April-17 2014	% Change
Market			
Turnover in Million (TZS)	9,427	2,295	-75.6%
Volume of Shares in '000	4,337	5,029	+15.9%
DSEI	1,967.83	1,998.03	+1.53%
TSI	2,960.04	2,965.78	+0.19%
Industrial and Allied IA	3,537.91	3,549.23	+0.32%

Source: DSE

Outlook:

Activities slowed down this week compared to the previous week. There has been continued support from foreign investors who contributed 90% of the week turnover by trading in CRDB and NMB counters.

We expect moderate activities in the coming week, supported by both local and foreign investors. Activities are set to dominate on the CRDB counter whose shares are trading cum div. and NMB that will soon announce its dividend.

The interbank rates eased down from 7.53% to 6.19% this week, signaling improved liquidity among commercial banks - which are among the major investors in Government Securities.

The Exchange will remain closed on 18th April 2014 (Good Friday) and 21st April 2014 (Easter Monday).

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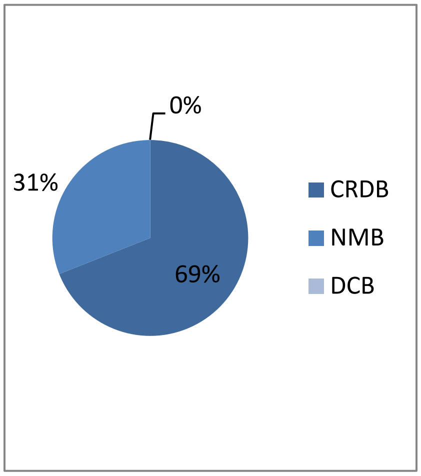
Bank, Finance & Investment Sector (BI)



This week the Banking segment was more active compared to the Industrial and Allied segment. The segment contributed 92% of the total week's turnover and 98% of the week's volume.

CRDB counter maintained its lead as it traded 4,683,552 shares at prices of TZS 300 and TZS 310 per share.

NMB counter traded 244,042 shares at a prices of TZS 2,700 and TZS 2,800 per share.

DCB had 500 shares that exchanged hands during the week at TZS 480 per share.

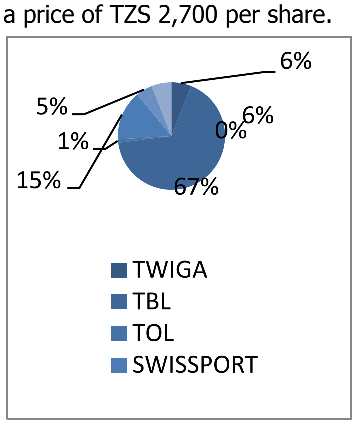
There were no activities on the MBP counter during the week.

Industrial and Allied Sector (IA)

The Industrial and Allied Segment was less liquid this week compared to the previous week.

TBL counter was the most active in the Industrial and Allied segment this week. The counter traded 15,433 shares during the week at a prices of TZS 8,000 and TZS 8,040 per share.

Swissport counter followed with 10,144 shares transacted at a price of TZS 2,700 per share.



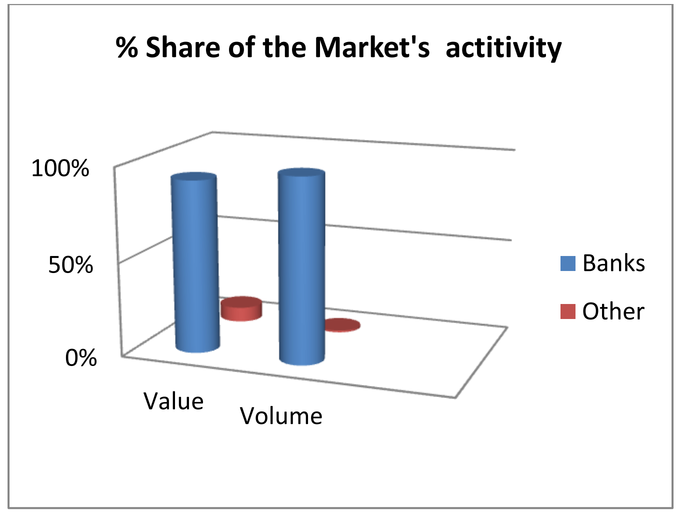
Twiga counter transacted 4,4837 shares at a prices of TZS 2,460 and TZS 2,480 per share.

Simba closed the week lower at TZS 2,460, trading 4,406 shares.

TOL counter closed the week at a price higher than the previous week's. The counter traded 2,243 shares at a price of TZS 350 per share.

TCC traded 1,000 shares at a price of TZS 10,000 per share.

There were no activities on the PAL and TATEPA counters during the week.



Source: DSE and TSL Analysis

Banking Sector Share Prices (in TZS)

Counter	11.04.2014	17.04.2014	%Changes
DCB	490.00	480.00	-2.04%
NMB	2,700.00	2,700.00	0.00%
CRDB	310.00	310.00	0.00%
MBP	600.00	600.00	0.00%

Source: DSE and TSL Analysis

IA Share Prices (in TZS):

Counter	11.04.2014	17.04.2014	% Changes
TOL	310.00	350.00	+12.90%
TBL	8,000.00	8,040.00	+0.5%
TTP	650.00	650.00	0.00%
PAL	475.00	475.00	0.00%
TCC	10,000.00	10,000.00	0.00%
SIMBA	2,480.00	2,460.00	-0.81%
TWIGA	2,460.00	2,460.00	0.00%
SWISSPORT	2,700.00	2,700.00	0.00%

Source: DSE and TSL Analysis

B. Fixed Income Securities

Primary Market

This week's 5-year Government bond was oversubscribed by 21.5%. Yield increased to 14.9185% compared to 14.5302% of the previous 5-year bond auction held on 05th February 2014.

The auction result is as depicted in the table below;

Highest Bid /100	81.5923
Lowest Bid /100	76.2729
Minimum Successful Price/100	78.4098
Weighted Average Price for Successful Bids	80.2368
Weighted Average Yield to Maturity	14.9185
Weighted Average Coupon Yield	11.4411
Amount Offered Tshs (000,000)	30,900.00
Amount Tendered Tshs (000,000)	37.540.00
Undersubscribed (+) / Oversubscribed (-) Tshs (000,000)	6,640.00
Successful Amount Tshs (000,000)	30,900.00

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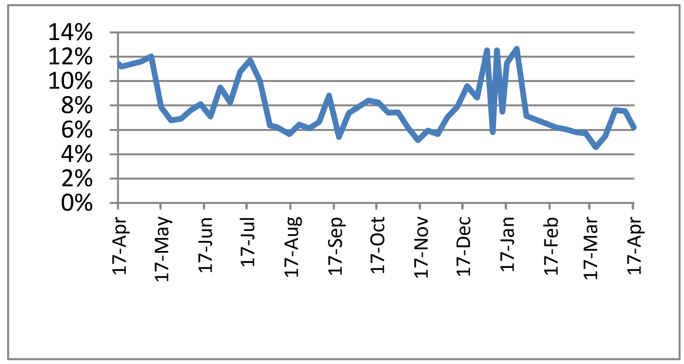
Money Market

The overnight rate decreased to 6.19% compared to 7.53% recorded last week, as depicted in the chart below:

Interbank Borrowing Rates (WAR)

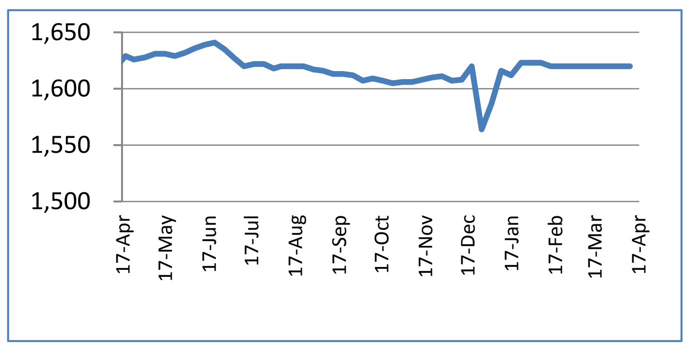


Source: BOT

C. Foreign Exchange

This week, the shilling remained stable against the USD as indicated in the chart and table below:

Foreign Exchange – TZS/USD



Source: BOT

Foreign Exchange Market – Four weeks trend

	28-Mar 2014	04-Apr 2014	11-Apr 2014	17-Apr 2014
TZS/USD	1,620.00	1,620.00	1,620.00	1,620.00
TZS/GBP	2,719.50	2,703.05	2,732.50	2,732.50
TZS/KES	18.90	18.80	18.80	18.80